



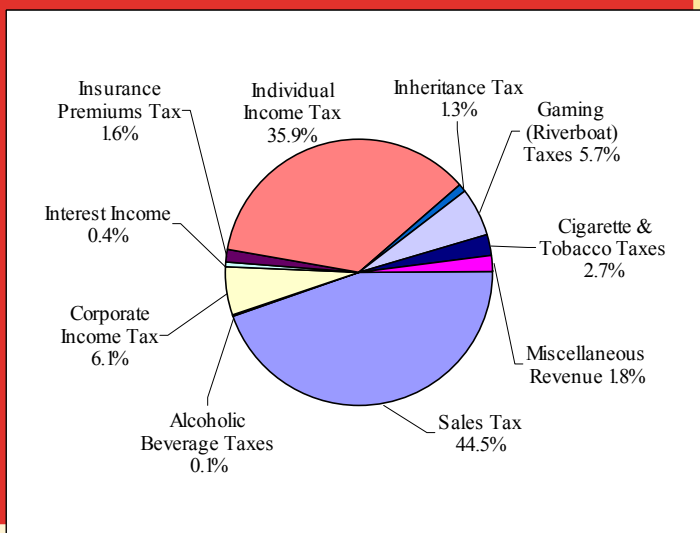
## Senator Rose Ann Antich-Carr

# Where state tax dollars go . . .

*My office often receives inquiries about state revenue and appropriations. I've included below a few of the most commonly asked questions. For more information, please contact my office at 1-800-382-9467 ext. 2-9532.*

### 1. How is state government funded?

Below is a summary of the major revenue sources for the State's General Fund and Property Tax Replacement Fund based on the just concluded 2004 Fiscal Year:



### 2. How are local governments and local schools funded?

Local units of government and schools are funded through local property taxes as well as local option income taxes, the Financial Institution Tax, and other various excise taxes. Out of Indiana's total state budget, over 57%, or \$6 billion annually of our tax dollars are returned to local government for education and local tax relief.

### 3. How much does Indiana collect in revenue from the lottery and Riverboat Casinos?

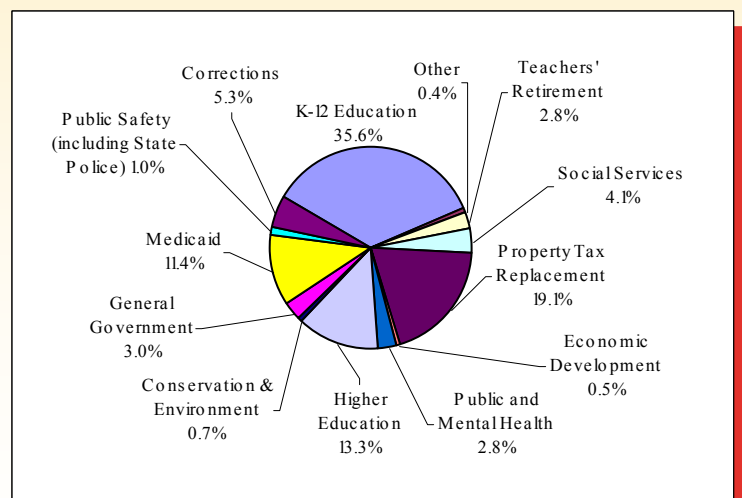
The net revenue from the state lottery has averaged about \$175 million over the past five years. In FY 2004, the state collected approximately \$600 million from taxes on Indiana's ten riverboat casinos.

### 4. How does Indiana allocate revenue from the lottery and riverboat casinos?

• Auto Excise Tax Relief	39.3%
• General Fund	21.6%
• Local/State Grants and Loans	12.9%
• Teacher Pensions-Unfunded Liabilities	7.1%
• Indiana Technology	6.3%
• Police and Firefighter Pensions	5.4%
• Undistributed Balance	5.2%
• Local Road and Street Funds	1.5%
• Job Creation	0.7%

### 5. How does the Indiana State Government spend its money?

Below is a summary of the major operating expenditures of state government based on the FY 2004 budget appropriations:



*Please note: When you read or hear the word "levy" it means a tax.*